

Investment Manager: Sundaram Asset Management Singapore Pte Ltd

Investment Advisor: Sundaram Asset Management Company Ltd, India

Launch Date: 7 July 2014

Domicile: Singapore

Fund Type: Open-end Equity, Daily dealing

Investors: Accredited Investors and Institutional Investors

AUM: US\$ 157.0 million

Positioning: Pure mid-cap and small-cap fund-Picking tomorrow's winners on ability to grow.

Approach: Generate capital appreciation by taking a predominantly bottom up approach to stock picking with a strict adherence to the mid and small cap mandate.

Style: Own stocks of companies that exhibit the ability to grow in a sustainable manner.

Benchmark: S&P BSE Mid Cap TR Index

Mid-Cap Definition: Stocks with market-cap lower than that of the 50th stock on the NSE.

Class Name	ISIN / Bloomberg Ticker
Classic Class	SG9999011928 / SIMFCLA SP
Institutional Class	SG9999011944 / SIMFINS SP
Emerald Class	SG9999011936 / SIMFEME SP
Cornerstone Class	SG9999011910 / SIMFCOR SP

Market-cap profile of the portfolio

USD Million

Mid-cap threshold (market-cap of 50th stock)	7,636
Weighted Average Market cap	2,058
Median Market Cap	1,769
Largest-value stock by market cap	7,549
Smallest-value stock by market cap	92

Source: Bloomberg Analysis: Sundaram Asset Management

Distribution History

Ex-Date	Distribution
17 January 2018	USD 5 cents per unit
06 October 2017	USD 3 cents per unit
02 May 2017	USD 3 cents per unit
15 February 2017	USD 5 cents per unit
18 October 2016	USD 5 cents per unit
21 June 2016	USD 3 cents per unit
09 July 2015	USD 5 cents per unit
12 February 2015	USD 5 cents per unit

Fund Manager

Mr. Anish Mathew is the Chief Executive Officer and Chief Investment Officer of Sundaram Asset Management, Singapore. Anish has over 25 years of experience in Indian and Asian capital markets. Prior to joining Sundaram Asset Management, Anish has worked with Societe Generale Asset Management, Singapore as the Deputy Chief Investment Officer, where he was responsible for Asia Pacific ex-Japan investments. Anish was formerly Director-Investments of Deutsche Asset Management, Singapore, where he was responsible for Asian equity investments with a focus on Asian Emerging Markets. Anish holds a Bachelor's degree in Commerce (Honours) from Delhi University, India and a Post Graduate Diploma in Management (MBA) from the Xavier Institute of Management, India.

Information as of 28 February 2019, unless specified

USD Returns (%)

Period	Fund	S&P BSE Mid Cap TR Index	Excess return	MSCI India TR Index	Excess return
1 Month	-0.9	-1.4	0.6	0.0	-0.9
Year to Date	-7.4	-8.7	1.3	-1.9	-5.5
1 Year	-23.0	-19.7	-3.2	-5.8	-17.2
3 Years	11.4	14.2	-2.8	13.0	-1.6
Since Inception*	7.1	6.5	0.6	3.1	4.0

* Fund inception date: 7 July 2014. Performance details provided is for the Classic unit class and includes dividends paid out. Performance greater than one year on a compounded annualised basis. Past performance may or may not be sustained in the future. Performance as of 28 February 2019
Data Source: Bloomberg Analysis: Sundaram Asset Management

Fund Manager Comments

During the month, the Fund outperformed the S&P BSE Midcap index boosted by strong gains in a generally weak market in Jindal Steel, Ramco Cement, Mphasis, Aditya Birla Fashion and Qess.

News flow on the macro front was mostly positive. December quarter GDP growth came in slightly behind expectations impacted by lower than expected private and government consumption. Nikkei India Composite PMI rose sequentially in February, underpinned by manufacturing which hit a 14 month high. Industrial Production for December rose 2.4% yoy, coming in above expectations. Inflation continued its downward trend, easing to a 19 month low in January.

The Rupee appreciated 0.5% versus the US Dollar during the month as foreign portfolio flows picked up, outperforming the emerging market currency universe as represented by the JPM EM FX (-1.1%). Trade deficit widened 12.2% sequentially in January led by a pick up in net oil imports.

Rising geopolitical tensions between India and Pakistan dominated the media headlines during the month. The escalation of tension was triggered by a deadly suicide attack on Indian security personnel in the state of Jammu and Kashmir (J&K). This led to a retaliatory air strike by India on an alleged terrorist camp in Pakistan following which Pakistan retaliated with their own air strike in J&K. Whilst there have been no further direct conflict between the two countries, tension is still simmering beneath the surface.

Dates have been announced for the long awaited Indian parliamentary elections. Election will be held in seven phases between 11 April and 19 May, with counting of votes slated for 23 May. Opinion polls currently indicate that the ruling BJP led NDA government is likely to be re-elected, albeit with a reduced number of seats.

The December quarter result season was a strong one for the Fund. Aggregate profits for the Fund's holdings rose 14.6% yoy, outstripping the increase of 11.6% yoy for the Nifty 50 index components.

Broad market remained weak during the month impacted by heightened geopolitical tensions and worries over pledged promoter holdings. We remain positive on the medium to long term prospects of the Indian economy and market. The Fund portfolio is currently trading at 21.3x March 2020 internally estimated earnings, with an average RoE of 14.2% and an estimated earnings growth of 26.4% over the next 12 months.

Active Stock Exposures (%)

Stocks	Sundaram India Midcap	S&P BSE Mid Cap	Active Exposure
Overweight			
Ramco Cements	4.2	1.2	3.0
Trent	3.0	—	3.0
Schaeffler India	2.7	—	2.7
Sundaram-Clayton	2.5	—	2.5
Honeywell Automation	3.2	0.7	2.5
Underweight			
Divi's Laboratories	—	3.0	-3.0
Havells India	—	2.6	-2.6
Bajaj Holdings & Invest.	—	2.5	-2.5
Colgate-Palmolive India	—	2.4	-2.4
Shriram Transport Finance	—	2.4	-2.4

Active exposure is relative to benchmark.

Active Sector Exposures (%)

Sectors	Sundaram India Midcap	S&P BSE Mid Cap	Active Exposure
Overweight			
Industrials	21.4	12.4	9.0
Consumer Discretionary	20.2	16.3	3.9
Information Technology	6.0	4.0	2.1
Materials	11.4	9.6	1.8
Communication Services	1.4	1.3	0.1
Underweight			
Financials	20.5	29.4	-8.9
Health Care	6.0	11.7	-5.7
Utilities	2.5	6.1	-3.6
Consumer Staples	6.6	9.1	-2.5
Energy	—	0.2	-0.2

Risk Metrics*

Parameter/Period	One Year	Three Year	Since Launch	Parameter/Period	One Year	Three Year	Since Launch
Sharpe Ratio				Standard Deviation	17.5	16.1	15.8
Fund	-1.4	0.3	0.3	Beta	0.8	0.9	0.9
S&P BSE Midcap	-1.0	0.5	0.3	Alpha	-7.8	-1.7	0.1
MSCI India	-0.3	0.5	0.0	Information Ratio	-0.8	-0.5	0.0
Sortino Ratio				Tracking error	5.5	5.6	5.5
Fund	-2.4	0.5	0.3	Treynor ratio	-29.2	6.1	4.2
S&P BSE Midcap	-1.5	0.7	0.4	Correlation	1.0	1.0	0.9
MSCI India	-0.5	0.8	-0.1				

*Ratios based on INR returns

Analysis: Sundaram Asset Management

Disclaimer

An Offer Document for the Sundaram India Midcap Fund ("Fund") may be obtained from the Manager or any of its appointed distributors. **Investors should read the Offer Document before deciding whether to subscribe for or purchase units in the Fund** ("Units"). All applications for Units must be made on application forms accompanying the Offer Document or otherwise as described in the Offer Document.

Past performance of the Fund or the Manager and any prediction, projection or forecast on the economy or markets are not necessarily indicative of the future or likely performance of the Fund or the Manager. Any extraordinary performance may be due to exceptional circumstances which may not be sustainable. The value of Units and any income from the Fund may fall or rise.

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Investments in unit trusts are not obligations of, deposits in, or guaranteed or insured by Sundaram Asset Management Singapore, or any affiliates or distributors. **The Fund may use or invest in financial derivative instruments and you should be aware of the risks associated with investments in financial derivative instruments which are described in the Fund's Offer Document.** An investment in unit trusts is subject to investment risks and foreign exchange risks, including the possible loss of the principal amount invested.

Investors may wish to seek advice from a financial adviser before making a commitment to invest in Units. In the event an investor chooses not to seek advice from a financial adviser, the investor should consider carefully whether the Fund is suitable for his/her investment.

Information for Swiss based Qualified Investors

The domicile of the Fund is Singapore. The Representative of the Fund in Switzerland is OpenFunds Investment Services AG, with its registered office at Seefeldstrasse 35, 8008 Zurich, www.open-funds.ch. The Paying Agent in Switzerland is Società Bancaria Ticinese SA, Piazza Collegiata 3, 6501 Bellinzona, Tel. +41 91 821 51 21, Fax. + 41 91 825 66 18, www.bancaria.ch. The distribution of Shares of the Fund (the "Interests") in Switzerland must be made exclusively to Qualified Investors. The place of performance and jurisdiction for the Interests in the Fund distributed in Switzerland is at the registered office of the Representative. Publications in respect of the Shares of the Fund are effected on the electronic platform www.fundinfo.com.